

14 April 2020

Change in the Buy/Sell spreads of a number of First Sentier Investors' funds

Due to recent and sustained market volatility, there have been significant changes to market transaction costs when buying or selling securities, particularly in fixed income markets.

Due to these higher costs, Colonial First State Investment Limited (CFSIL), as the Responsible Entity, has adjusted the applicable Buy/Sell spreads for a number of funds where First Sentier Investors is the investment manager.

Why have these changes been made?

While the 'Buy' spreads have remained unchanged, the 'Sell' spreads have increased to reflect the estimated transaction costs a fund will incur when a unitholder redeems or reduces their investment in a fund.

The changes are intended to ensure that all investors in a fund are treated fairly and that the increased transaction costs are incurred only by those investors who are transacting, and not passed on to non-transacting unitholders. It's important to note that any Buy/Sell spreads are retained in the fund, and are not passed on to either CFSIL or First Sentier Investors.

What are the new buy/sell spreads?

The following table summarises the changes to the Buy/Sell spreads for funds managed by First Sentier Investors, which are effective from 9 April 2020:

Please note that further information related to the changes in the Buy/Sell spreads are available in the [Product Update](#) section of Colonial First State's website.

We are committed to providing you with regular information on markets and our investment approach during this time of heightened market volatility.

Please contact me if you have any questions.

Yours sincerely



Nick Everitt
Key Account Manager
First Sentier Investors

Fund name	APIR Code	Previous Buy/Sell Spread (%)	New Buy/Sell Spread (%)
Multi-Asset			
Colonial First State Wholesale Conservative	FSF0033AU	0.10 / 0.10	0.10 / 0.35
Colonial First State Wholesale Balanced	FSF0040AU	0.15 / 0.15	0.15 / 0.35
Colonial First State Wholesale Diversified	FSF0008AU	0.20 / 0.20	0.20 / 0.35
Australian Fixed Income			
Colonial First State Wholesale Australian Bond	FSF0027AU	0.10 / 0.10	0.10 / 0.50
Colonial First State Wholesale Indexed Australian Bond	CMI0102AU	0.10 / 0.10	0.10 / 0.50
Global Fixed Income			
Colonial First State Wholesale Global Credit	FSF0083AU	0.15 / 0.15	0.15 / 0.50
Colonial First State Wholesale Global Credit Income	FSF0084AU	0.15 / 0.15	0.15 / 0.50
Colonial First State Investment Grade Corporate Bond – Class A	FSF1769AU	0.25 / 0.25	0.25 / 0.50
Colonial First State Wholesale Global Corporate Bond	FSF1077AU	0.25 / 0.25	0.25 / 0.50
Colonial First State Wholesale Diversified Fixed Interest	FSF0039AU	0.20 / 0.20	0.20 / 0.75
Global High Yield Fixed Income			
Colonial First State US Short Duration High Yield – Class A	FSF8084AU	0.45 / 0.45	0.45 / 1.00
Colonial First State High Quality US High Yield – Class A	FSF9900AU	0.45 / 0.45	0.45 / 1.00
Colonial First State US Select High Yield – Class A	FSF7935AU	0.45 / 0.45	0.45 / 1.00
Other			
Colonial First State Wholesale Target Return Income	FSF0694AU	0.15 / 0.15	0.15 / 0.50